

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Justice

AGENDA NO.: 1

AGENCY: Attorney General

ANALYST: Evelyn McWilliams

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$0	Civil Law	\$2,000,000	0
Self-Generated Revenue:	\$2,000,000	Criminal Law/Medicaid Fraud	\$0	0
Statutory Dedications:	\$0	Risk Litigation	\$0	0
Federal Funds:	\$0	Gaming	\$0	0
Total	<u>\$2,000,000</u>	Total	<u>\$2,000,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The Justice Department is requesting approval to add \$2M in SGR to its budget to provide for litigation aimed at parties responsible for the Chinese drywall problem. The funding requested in this BA-7 comes from surplus collections in the consumer enforcement account. The consumer enforcement account is an off-budget escrow account maintained by the state treasurer in which collections from consumer settlement cases are deposited. Collections from the account are available for use by the Justice Department. The account has a balance of \$4.6M. Although the agency is requesting \$2M funding, it did not provide detailed information to substantiate how it anticipates expending \$2M by 6/30/10. Through 6/30/10, the agency indicates it will expend more than \$890,000. The agency anticipates expending more than \$750,000 for legal services (\$150,000 monthly), \$100,000 on expert witnesses, and \$40,000 for miscellaneous expenses.

The Attorney General filed a lawsuit for the drywall disaster in federal district court on 1/13/10 naming various defendants responsible for the Chinese drywall problem.

II. IMPACT ON FUTURE FISCAL YEARS

The agency is requesting \$2M of additional self-generated revenue funding in FY 11 to continue the drywall damage lawsuit.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 in the amount of \$900,000. Based on previous pre-suits filings, the agency expended approximately \$100,726 monthly on pre-suit filings for legal services. The agency believes that these services will be more expensive and may exceed \$150,000 per month. Together with anticipated expert witness costs of \$100,000 during this time period and miscellaneous expenses of \$40,000, the agency anticipates costs in excess of \$890,000 through 6/30/10.

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DEPARTMENT: Justice

AGENDA NO.: 2

AGENCY: Attorney General

ANALYST: Evelyn McWilliams

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$0	Civil Law	\$0	0
Self-Generated Revenue:	\$0	Criminal Law/Medicaid Fraud	\$473,400	0
Statutory Dedications:	\$0	Risk Litigation	\$0	0
		Gaming	\$0	0
Federal Funds:	\$473,400			
Total	<u>\$473,400</u>	Total	<u>\$473,400</u>	<u>0</u>

I. SUMMARY/COMMENTS

The Attorney General's Office is requesting approval to add \$473,400 of federal funds to its budget. The funding source is from the Federal Justice Department. It will be utilized to provide for the cataloging of all evidence related to homicide or rape cases in possession of the Orleans Parish Clerk of Court. The funding will be used to find every item of evidence relating to a homicide or rape case in the possession of the Orleans Parish Clerk of Court, to determine the status of the case that the evidence relates to, to perform a screening of the case documents and determine the likelihood of DNA testing being determinative of guilt or innocence, and to perform evidence screening and testing in cases in which biological evidence exists, would be suitable for testing and would be determinative of guilt or innocence of the person convicted. A computerized inventory of the entire evidence room of the Orleans Parish Criminal Clerk's Office will be created. Any analysis concerning any wrongful convictions will be compiled in a report that will address the causes of the wrongful convictions.

The following agencies are involved in the project and will function as the advisory board for the project: the New Orleans Police & Justice Foundation, the Orleans Parish Clerk of Court, the Orleans Parish District Attorney's Office, the Innocence Project New Orleans, and the New Orleans Police Department.

All funds disseminated under this grant will be coordinated and administered by the New Orleans Police & Justice Foundation (NOPJF). Costs will be incurred by partner agencies (Orleans Parish Clerk of Court, Orleans Parish District Attorney's Office, Innocence Project New Orleans, and New Orleans Police Department). Invoices from each agency along with supporting documentation will be packaged and delivered to the NOPJF to ensure compliance with all federal, state, and grant requirements. NOPJF will reimburse partner agencies for eligible expenses under the grant and invoice the Attorney General's Office. The Attorney General's Office will reimburse NOPJF for eligible expenses and draw reimbursement from the federal Department of Justice.

Although the Attorney General requests \$473,400 of funding in this BA-7, the New Orleans Police & Justice Foundation indicates that it anticipates expending \$474,150 by 6/30/10. The required funding indicated by the New Orleans Police and Justice Foundation will provide for the following expenses: \$208,770 for consultants/contract employees; \$185,232 for salaries and related benefits for agency personnel; \$5,682 for travel; \$27,107 for computer equipment; \$16,959 for DNA testing supplies and evidence supplies for the New Orleans Police Department; \$29,500 for DNA screening and testing, and \$900 for a cell phone for the project director. The group will employ the following consultants or contract employees: a project director (\$37,500), a project administrator (\$24,500), ten contract employees (\$131,270), and a DNA consultant (\$15,500). Salaries and related benefits will provide for the following personnel: 2 full time assistant district attorneys (\$68,410) and a paralegal/investigator (\$31,302) in the DA's office; an attorney (\$16,000) and law clerk (\$11,489) at the Innocence Project; a grant administrator (\$2,921) and financial officer (\$2,197) at the New Orleans Police and Justice Foundation; overtime expenses for the New Orleans Police Department (\$52,500), and workers compensation insurance for the project director and administrator (\$413). The main travel involved in the project will be to interview prisoners and to retrieve old case documents from the State Archives at the LSU Law Center. The project director and 2 contract staff will attend the International Association of Property & Evidence training seminar in Birmingham, Alabama.

II. IMPACT ON FUTURE FISCAL YEARS

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The project will cost \$1,375,196 over 18 months. This BA-7 provides funding for the amount to be expended in the current fiscal year. The balance of the funding will be requested in FY 11.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 in an amended amount of \$474,150 federal funds.

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DEPARTMENT: Transportation & Development

AGENDA NO.: 3

AGENCY: Public Works & Intermodal Transportation

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Water Resources	\$178,058	0
Interagency Transfers:	\$0	Aviation	\$0	0
Self-Generated Revenue:	\$0	Public Transportation	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$178,058			
Total	<u>\$178,058</u>	Total	<u>\$178,058</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to budget federal grant funds from the U.S. Department of Homeland Security, specifically FEMA, and the U.S. Department of the Interior, specifically the U.S. Geological Survey, from the following federal programs: \$88,058 - Dam Safety Assistance Grant, \$90,000 - U.S. Geological Survey Grant. These monies will be appropriated within DOTD's Public Works & Intermodal Transportation agency. No state match is required for both of these grants.

The U.S. Department of Homeland Security's Dam Safety Assistance Grant provides funding for state governments for development and safety programs. The department anticipates utilizing the \$88,058 federal grant funding to continue inspections of the state's dams and assure compliance with federal rules and regulations. The anticipated expenditures include: \$5,000 for inspector travel expenses as well as out-of-state dam safety training travel expenditures, \$2,000 for miscellaneous/office supplies, and \$81,058 for professional services contractors that will: 1.) attempt to identify all public facilities within dam break inundation zones; 2.) conduct dam safety training seminars for inspectors; and 3.) various public outreach activities. The LA Dam Safety Program within DOTD (Title 38) is responsible for regulating and inspecting approximately 370 dams in LA.

The U.S. Department of the Interior's U.S. Geological Survey (USGS) Grant provides funding for program efforts in the classification of the public lands and examination of the geological structure, water, mineral and biological resources. The department anticipates utilizing the \$90,000 in federal grant funds to develop procedures for updating the National Hydrography Dataset within complex coastal wetlands. The hydrography dataset is mapping information of all water ways in the state (streams, lakes, bays, etc.). According to the department, USGS requires the states to update the national dataset associated with their state areas. These federal funds will be utilized through a professional services contract (mapping contractor) who will gather the necessary information in order to update current information included within the hydrography dataset. The information contained within the dataset is utilized to produce maps. Based upon information provided by DOTD, Louisiana's maps are out-of-date as follows: 1.) 100% of paper maps are 5 years or older; 2.) 83% of paper maps are 10 years or older; 3.) 69% of paper maps are 15 years or older; 4.) 42% of paper maps are 20 years or older; and 5.) 26% of paper maps are 25 years or older.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. However, to the extent these federal funds are not completely expended in FY 10, a carry forward BA-7 will likely be requested for FY 11 appropriation.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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Original: Not approved by JLCB

DEPARTMENT: Transportation & Development

AGENDA NO.: 4A

AGENCY: Administration

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Office of Secretary	\$0	0
Interagency Transfers:	\$0	Management & Finance	\$2,800,000	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$2,800,000			
Total	<u>\$2,800,000</u>	Total	<u>\$2,800,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request, which is a companion to BA-7s #4B and #4C on the agenda, is to budget federal grant funds awarded from the Federal Motor Carrier Safety Administration (FMCSA) within DOTD's Management & Finance Program for expenditures associated with the Commercial Vehicle Information Systems & Networks (CVISN). These grant funds were originally awarded beginning in FY 06 and have continued to be awarded annually through FY 09 in the total amount of \$3.5 M to DOTD (FY 06 award - \$750,000, FY 07 - \$55,250, FY 08 - \$852,940, FY 09 - \$1,841,810). Due to technological difficulties associated with implementation, only \$700,000 of the \$3.5M has been previously appropriated and expended (FY 09 - JLCB approved BA-7, 4/17/09). This BA-7 request seeks to appropriate the remaining grant awards. There is an in-kind state match required for these funds that has been fulfilled with the current operating expenditures of DOTD and project partners (State Police, Motor Vehicles and the Department of Revenue).

The grant award is titled the Commercial Vehicle Information Systems & Networks (CVISN) and is designed to develop and deploy information systems that will support new capabilities in three areas: Safety Information Sharing, Credentials Administration, and Electronic Screening. According to the Federal Motor Carrier Safety Administration, the stated goals of CVISN are to: 1.) give roadside officers the information they need; 2.) screen entities on the road electronically so that safe and legal drivers/carriers have expedited trips; 3.) streamline the credentialing process; and 4.) share data across the nation for safety checks, credentials checks, and state-to-state fee processing. Also, CVISN is a collection of various information systems and communication networks that support commercial vehicle operations. According to DOTD, this requested funding represents the entirety of LA's eligible grant awards under this federal grant program, which was initially authorized under the federal SAFETEA-LU.

This BA-7 request will appropriate these funds in the following expenditure categories: \$147,923 - acquisitions/equipment, \$1,524,137 - other charges, \$1,127,940 - interagency transfer.

\$147,923 acquisitions/equipment expenditures:

1.) \$47,923 - Commercial Vehicle Information Exchange Window (CVIEW) server replacement and web server, sequel server license upgrade. This server provides data flow from the Office of Motor Vehicles, State Police and the Department of Revenue. The CVIEW is the central core of information in this system.

2.) \$100,000 - purchase of 6 servers associated with CVIEW enhancements. These servers will be utilized to support the roadside electronic screening process at the fixed weight scales and the enforcement duties of State Police. These specific servers will be connected to the CVIEW.

\$1,524,137 other charges expenditures:

1.) \$80,000 - phase I communications wide area network (WAN) upgrade which enables network communications across metropolitan or even national areas.

2.) \$54,827 - operations and maintenance expenditures associated with CVIEW server replacement.

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3.) \$27,500 - consultant costs associated with the development of the state's CVISN expanded plan.

4.) \$195,000 - expenditures associated with 5 enhancements to the CVIEW system. Those enhancements include: 1.) \$115,000 - design, develop and implement CVIEW modifications to support manual integrated queries with national databases (allows CVIEW users access to other national databases); 2.) \$45,000 - design, develop and implement CVIEW modifications to support e-screening queries; and 3.) \$35,000 - design, develop and implement web service interfaces to respond to queries from the following LA systems: International Registration Plan (IRP), maintained by the Office of Motor Vehicles, International Fuel Tax Association (IFTA), maintained by the Department of Revenue, and Oversize/Overweight (OS/OW) system, maintained by DOTD.

5.) \$1,000,000 - 1.) \$65,000 - contract services costs to develop functional and technical requirements of the e-screening implementation; 2.) \$850,000 - hardware/software costs to implement, integrate and deploy of a pilot at one fixed site and one mainline site. The hardware to be purchased includes: DOT readers, license plate readers, overview cameras, device-to-device communications; and 3.) \$85,000 - contract services costs for pilot project evaluation and recommendation of additional implementation sites subsequent to the pilot project.

6.) \$166,810 - specific enhancement costs to the DOTD's Permitting, Electronic Routing and Bridge Analysis (PERBA) System, which is the department's weights and standards permit system. These enhancements will allow for integrated data into the CVIEW system.

\$1,127,940 interagency transfer expenditures:

1.) \$650,000 - Office of Motor Vehicles enhancements to the International Registration Plan (IRP) System. The specific plan for this funding is as follows: \$500,000 - the development of a web-based computer application for motor carrier truck registrations, \$150,000 - the development of a web-based system that allows carriers to apply and pay registration trip permits electronically (*companion BA-7 #4C*). IRP provides for payment of licensing fees based on fleet miles operated and vehicle information.

2.) \$227,940 - State Police for expenditures related to the roadside connectivity project implementation, which gives motor carrier officers the ability to electronically record and transfer to central sources traffic citation, arrests and crash reports. This funding will address configuration issues which allow officers to access data and central systems from the road. State Police currently has enough FY 10 IAT budget authority to accept these federal funds from DOTD. Thus, no companion BA-7 is needed.

3.) \$250,000 - Department of Revenue costs related to the International Fuel Tax Administration (IFTA) agreement for license application and renewals (*companion BA-7 #4B*). These funds provide for the electronic submission of International Fuel Tax Agreement (IFTA) credentials along with e-filing and payment of IFTA tax reports, both of which are core components of the CVISN project. IFTA is a cooperative effort between the 48 contiguous states and the 12 provinces of Canada to administer and collect local motor fuel taxes based on rates and use within each taxing jurisdiction.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. However, to the extent the department and partner agencies (DPS, Revenue) do not fully expend these federal funds completely in FY 10, a carry forward BA-7 or inclusion in the FY 11 appropriations measure, will likely be needed for expenditure in FY 11. To the extent additional federal CVISN funds are not made available in future fiscal years, DOTD will be responsible for the following ongoing maintenance costs: 1.) approximately \$30,000 for annual maintenance costs associated with CVIEW; and 2.) approximately \$50,000 for annual maintenance costs associated with the e-screening functions.

In addition, the funds allocated to Motor Vehicles, State Police and the Department of Revenue are for expenditures that were determined to be necessary by the agencies anyway. These federal grant funds merely provide the agencies another revenue source to fund such needed expenditures. For example, Motor Vehicles is in the process of out-sourcing its IRP responsibilities with Affiliated Computer Services (ACS) at a cost of approximately \$1M per year for 5 years (\$5M over the life of the contract). Motor Vehicle CVISN funds of \$650,000 will allow the agency to reduce state funds used for this contract to \$4.35M as opposed to \$5M.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request in the reduced amount of \$2.6M, due to the Department of Revenue indicating that only \$50,000 of its \$250,000 allocated from these federal grant funds will be expended in FY 10. Due to the reduced recommendation, the Legislative Fiscal Office also recommends that \$200,000 of additional

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federal authority be included in FY 11 for DOTD to receive this federal funding and that an additional \$200,000 of IAT authority be included in FY 11 for the Department of Revenue to allow for the transfer of these funds to this agency.

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Amended: Approved by JLCB

DEPARTMENT: Transportation & Development

AGENDA NO.: 4A

AGENCY: Administration

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Office of Secretary	\$0	0
Interagency Transfers:	\$0	Management & Finance	\$2,600,000	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$2,600,000			
Total	<u>\$2,600,000</u>	Total	<u>\$2,600,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request, which is a companion to BA-7s #4B and #4C on the agenda, is to budget federal grant funds awarded from the Federal Motor Carrier Safety Administration (FMCSA) within DOTD's Management & Finance Program for expenditures associated with the Commercial Vehicle Information Systems & Networks (CVISN). These grant funds were originally awarded beginning in FY 06 and have continued to be awarded annually through FY 09 in the total amount of \$3.5M to DOTD (FY 06 award - \$750,000, FY 07 - \$55,250, FY 08 - \$852,940, FY 09 - \$1,841,810). Due to technological difficulties associated with implementation, only \$700,000 of the \$3.5M has been previously appropriated and expended (FY 09 - JLCB approved BA-7, 4/17/09). This BA-7 request seeks to appropriate the remaining grant awards. There is an in-kind state match required for these funds that has been fulfilled with the current operating expenditures of DOTD and project partners (State Police, Motor Vehicles and the Department of Revenue).

The grant award is titled the Commercial Vehicle Information Systems & Networks (CVISN) and is designed to develop and deploy information systems that will support new capabilities in three areas: Safety Information Sharing, Credentials Administration, and Electronic Screening. According to the Federal Motor Carrier Safety Administration, the stated goals of CVISN are to: 1.) give roadside officers the information they need; 2.) screen entities on the road electronically so that safe and legal drivers/carriers have expedited trips; 3.) streamline the credentialing process; and 4.) share data across the nation for safety checks, credentials checks, and state-to-state fee processing. Also, CVISN is a collection of various information systems and communication networks that support commercial vehicle operations. According to DOTD, this requested funding represents the entirety of LA's eligible grant awards under this federal grant program, which was initially authorized under the federal SAFETEA-LU.

This BA-7 request will appropriate these funds in the following expenditure categories: \$147,923 - acquisitions/equipment, \$1,524,137 - other charges, \$1,127,940 - interagency transfer.

\$147,923 acquisitions/equipment expenditures:

1.) \$47,923 - Commercial Vehicle Information Exchange Window (CVIEW) server replacement and web server, sequel server license upgrade. This server provides data flow from the Office of Motor Vehicles, State Police and the Department of Revenue. The CVIEW is the central core of information in this system.

2.) \$100,000 - purchase of 6 servers associated with CVIEW enhancements. These servers will be utilized to support the roadside electronic screening process at the fixed weight scales and the enforcement duties of State Police. These specific servers will be connected to the CVIEW.

\$1,524,137 other charges expenditures:

1.) \$80,000 - phase I communications wide area network (WAN) upgrade which enables network communications across metropolitan or even national areas.

2.) \$54,827 - operations and maintenance expenditures associated with CVIEW server replacement.

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3.) \$27,500 - consultant costs associated with the development of the state's CVISN expanded plan.

4.) \$195,000 - expenditures associated with 5 enhancements to the CVIEW system. Those enhancements include: 1.) \$115,000 - design, develop and implement CVIEW modifications to support manual integrated queries with national databases (allows CVIEW users access to other national databases); 2.) \$45,000 - design, develop and implement CVIEW modifications to support e-screening queries; and 3.) \$35,000 - design, develop and implement web service interfaces to respond to queries from the following LA systems: International Registration Plan (IRP), maintained by the Office of Motor Vehicles, International Fuel Tax Association (IFTA), maintained by the Department of Revenue, and Oversize/Overweight (OS/OW) system, maintained by DOTD.

5.) \$1,000,000 - 1.) \$65,000 - contract services costs to develop functional and technical requirements of the e-screening implementation; 2.) \$850,000 - hardware/software costs to implement, integrate and deploy of a pilot at one fixed site and one mainline site. The hardware to be purchased includes: DOT readers, license plate readers, overview cameras, device-to-device communications; and 3.) \$85,000 - contract services costs for pilot project evaluation and recommendation of additional implementation sites subsequent to the pilot project.

6.) \$166,810 - specific enhancement costs to the DOTD's Permitting, Electronic Routing and Bridge Analysis (PERBA) System, which is the department's weights and standards permit system. These enhancements will allow for integrated data into the CVIEW system.

\$1,127,940 interagency transfer expenditures:

1.) \$650,000 - Office of Motor Vehicles enhancements to the International Registration Plan (IRP) System. The specific plan for this funding is as follows: \$500,000 - the development of a web-based computer application for motor carrier truck registrations, \$150,000 - the development of a web-based system that allows carriers to apply and pay registration trip permits electronically (*companion BA-7 #4C*). IRP provides for payment of licensing fees based on fleet miles operated and vehicle information.

2.) \$227,940 - State Police for expenditures related to the roadside connectivity project implementation, which gives motor carrier officers the ability to electronically record and transfer to central sources traffic citation, arrests and crash reports. This funding will address configuration issues which allow officers to access data and central systems from the road. State Police currently has enough FY 10 IAT budget authority to accept these federal funds from DOTD. Thus, no companion BA-7 is needed.

3.) \$50,000 - Department of Revenue costs related to the International Fuel Tax Administration (IFTA) agreement for license application and renewals (*companion BA-7 #4B*). These funds provide for the electronic submission of International Fuel Tax Agreement (IFTA) credentials along with e-filing and payment of IFTA tax reports, both of which are core components of the CVISN project. IFTA is a cooperative effort between the 48 contiguous states and the 12 provinces of Canada to administer and collect local motor fuel taxes based on rates and use within each taxing jurisdiction. The total allocation for the Department of Revenue is \$250,000 of which only \$50,000 is being appropriated via this BA-7 request.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. However, to the extent the department and partner agencies (DPS, Revenue) do not fully expend these federal funds completely in FY 10, a carry forward BA-7 or inclusion in the FY 11 appropriations measure, will likely be needed for expenditure in FY 11. To the extent additional federal CVISN funds are not made available in future fiscal years, DOTD will be responsible for the following ongoing maintenance costs: 1.) approximately \$30,000 for annual maintenance costs associated with CVIEW; and 2.) approximately \$50,000 for annual maintenance costs associated with the e-screening functions.

In addition, the funds allocated to Motor Vehicles, State Police and the Department of Revenue are for expenditures that were determined to be necessary by the agencies anyway. These federal grant funds merely provide the agencies another revenue source to fund such needed expenditures. For example, Motor Vehicles is in the process of out-sourcing its IRP responsibilities with Affiliated Computer Services (ACS) at a cost of approximately \$1M per year for 5 years (\$5M over the life of the contract). Motor Vehicle CVISN funds of \$650,000 will allow the agency to reduce state funds used for this contract to \$4.35M as opposed to \$5M.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request. The Legislative Fiscal Office also recommends that \$200,000 of additional federal authority be included in FY 11 for DOTD to receive this federal funding and that an additional

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\$200,000 of IAT authority be included in FY 11 for the Department of Revenue to allow for the transfer of these funds to this agency.

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DEPARTMENT: Revenue

AGENDA NO.: 4B

AGENCY: Office of Revenue

ANALYST: Deborah Vivien

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Tax Collection	\$50,000	0
Interagency Transfers:	\$50,000	Alcohol & Tobacco Control	\$0	0
Self-Generated Revenue:	\$0	Charitable Gaming	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$50,000</u>	Total	<u>\$50,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to agenda items 4A and 4C. The purpose of this BA-7 request is to accommodate an Interagency Transfer from the LA Department of Transportation & Development originating from the Federal Motor Carrier Safety Administration under the auspices of the Safe, Accountable, Flexible, Efficient Transportation Equity Act (SAFETEA-LU). The original award is a federal grant which is available for development/enhancement of Commercial Vehicle Information Systems and Networks (CVISN) on a reimbursable basis with a 50% state match (with existing budget to be used as in-kind match).

With this BA-7 request, \$50,000 of the \$250,000 grant award will be transferred to the Department of Revenue (LDR) to help implement the electronic submission of International Fuel Tax Agreement (IFTA) credentials along with e-filing and payment of IFTA tax reports, both of which are core components of the CVISN project. LDR currently budgets self-generated revenue from delinquent tax penalty revenue to address the upgrades to the IFTA procedures, and these dollars will serve as the state match for this federal grant.

IFTA is a cooperative effort between the 48 contiguous states and the 12 provinces of Canada to administer and collect local motor fuel taxes based on rates and use within each taxing jurisdiction.

II. IMPACT ON FUTURE FISCAL YEARS

The Department of Revenue has been allocated \$250,000 under this grant, though this BA-7 request is only for \$50,000. As eligible projects are approved, an increase in budget authority in FY 11 will be necessary to provide for the remaining \$200,000.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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DEPARTMENT: Public Safety

AGENDA NO.: 4c

AGENCY: Motor Vehicles

ANALYST: Evelyn McWilliams

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Licensing	\$650,000	0
Interagency Transfers:	\$650,000			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$650,000</u>	Total	<u>\$650,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The Office of Motor Vehicles is requesting approval to add \$650,000 IAT to its budget. The IAT revenue derives from federal funds received by the state Department of Transportation & Development. The funding will be utilized to provide for computer functions (i.e. programming, develop web-base system, etc.) needed to comply with federal requirements for the registration of commercial vehicles via the Commercial Vehicle Information Systems & Network (CVISN).

Out of the total funding requested, \$500,000 is for the development of a web-based computer application for motor carrier truck registration, and \$150,000 is for the development of a web-based system that allows carriers to apply and pay registration trip permits electronically. The CVISN Program is a key component of the Federal Motor Carrier Safety Administration's (FMCSA) drive to improve commercial motor vehicle safety. The CVISN Program supports FMCSA's goals by focusing safety enforcement on high-risk operators; integrating systems to improve the accuracy, integrity, and verifiability of credentials; improving efficiency through electronic screening of commercial vehicles; and enabling online application and issuance of credentials. CVISN is also a component of the state International Registration Plan (IRP), a cooperative agreement among 48 states, 10 Canadian provinces and the District of Columbia which allows a motor carrier to register a commercial vehicle for travel in all participating jurisdictions by filing paperwork with the home (base) jurisdiction. IRP provides for payment of licensing fees based on fleet miles operated and vehicle information. The unique feature of IRP is that although license fees are paid to the base jurisdiction and distributed to various jurisdictions in which fleet vehicles are operated, only one (1) license plate and one (1) cab card is issued for each fleet vehicle.

The Office of Motor Vehicle is in the process of out-sourcing its IRP process and has selected Affiliated Computer Services (ACS) as the vendor. ACS will also be responsible for performing the computer functions required for the CVISN Program. The system developed by ACS is expected to be operational by September 2010.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.